

**MINUTES OF THE COMMITTEE  
ON  
BANKING AND FINANCIAL SERVICES**

Thursday, January 31, 2008

10:30 a.m.

Room 326 House Office Building

The House Standing Committee on Banking and Financial Services was called to order by the Chair.

Members present: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.

Members absent/excused: None.

Representative Mayes moved to approve the minutes of the January 29, 2008 meeting. There being no objection, the motion prevailed by unanimous consent.

The Chair HB 4596, HB 5287, HB 5288, HB 5289, HB 5290, HB 5291, SB 826, SB 827, SB 828, SB 829, SB 830, SB 831, SB 832, SB 833, and SCR 20 before the committee.

**HB 4596 Jackson** Financial institutions; mortgage brokers and lenders; regulation and licensing of certain mortgage loan officers; establish.

**HB 5287 Jackson** Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; revise compensation provisions.

**HB 5288 Coulouris** Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; establish registration application process.

**HB 5289 Clemente** Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; require notices when employment of loan officer is terminated.

**HB 5290 Robertson** Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; clarify authority of OFIS commissioner and revise administrative process concerning revocation or suspension of registration.

**HB 5291 Booher** Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; revise provisions applicable to investigations by OFIS.

<b>SB 826</b>	<b>Richardville</b>	Financial institutions; mortgage brokers and lenders; regulation of and registration of mortgage loan officers; create mortgage industry advisory board.
<b>SB 827</b>	<b>Richardville</b>	Criminal procedure; sentencing guidelines; violation of mortgage company act or secondary mortgage loan act; reflect reduction of penalty to misdemeanor.
<b>SB 828</b>	<b>Clarke</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; revise definition section of mortgage broker act.
<b>SB 829</b>	<b>Stamas</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; establish registration renewal process.
<b>SB 830</b>	<b>Hunter</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; establish fees.
<b>SB 831</b>	<b>Olshove</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; establish effect of surrender, revocation, or suspension of registration.
<b>SB 832</b>	<b>Cassis</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; prohibit certain activities by loan officers.
<b>SB 833</b>	<b>Sanborn</b>	Financial institutions; mortgage brokers and lenders; regulation and registration of mortgage loan officers; prohibit acting without registration and establish penalties and remedies for violating act.
<b>SCR 20</b>	<b>Kahn</b>	A concurrent resolution to urge the Michigan Office of Financial and Insurance Services to continue its participation in the states-based development of the Nationwide Mortgage Licensing System.

Murray Brown of the Michigan Mortgage Lenders Association testified in support of the bills.

Audrey Acquisti of the Michigan Mortgage Brokers Association testified in support of the bills.

Ken Ross of the Office of Financial and Insurance Services testified in support of the bills. Brian Sydnor and Fran Wallace of the Office of Financial and Insurance Services submitted cards in support of the bill, but did not wish to testify. Mr. Ross, Mr. Sydnor, and Mr. Wallace also submitted written testimony.

The following individuals submitted cards in support of the bills, but did not wish to testify:

Teri Ambs of Senator Richardville's office.  
Joelle Demand of the Michigan Bankers Association.  
Jim Smock of the Michigan Credit Union League.  
Stephanie Wuttke of the Michigan Advocacy Project.

Representative Calley moved to report SB 826 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**  
**Nays: None.**  
**Pass: None.**

Representative Green moved to report SB 827 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**  
**Nays: None.**  
**Pass: None.**

Representative Robertson moved to report SB 828 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**  
**Nays: None.**  
**Pass: None.**

Representative Moore moved to report SB 829 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**  
**Nays: None.**  
**Pass: None.**

Representative Johnson moved to report SB 830 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Clemente moved to report SB 831 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Mayes moved to report SB 832 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Calley moved to report SB 833 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Green moved to report SCR 20 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Robertson moved to adopt substitute (H-2) for HB 5287. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Moore to report HB 5287 with recommendation as substitute (H-2). **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Johnson moved to adopt substitute (H-1) for HB 5288. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Clemente moved to report HB 5288 with recommendation as substitute (H-1). **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Mayes moved to adopt substitute (H-1) for HB 5289. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore,**

**Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Virgil Smith moved to report HB 5289 with recommendation as substitute (H-1).

**The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Calley moved to adopt substitute (H-1) for HB 5290. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Green moved to report HB 5290 with recommendation as substitute (H-1). **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Robertson moved to adopt substitute (H-2) for HB 4596. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Moore moved to report HB 4596 with recommendation as substitute (H-2). **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

Representative Johnson moved to report HB 5291 with recommendation. **The motion prevailed 9-0-0.**

**FAVORABLE ROLL CALL**

**Yeas: Reps. Coulouris, Johnson, Clemente, Mayes, Virgil Smith, Moore, Robertson, Green, Calley.**

**Nays: None.**

**Pass: None.**

There being no further business before the committee, the Chair adjourned the meeting at 11:05 a.m.

**Representative Andy Coulouris, Chair**\_\_\_\_\_

Dan Stump, Committee Clerk

House Banking And Financial Services Committee, (517) 373-5795